



Natural Resource Agencies

Presented to the Ways & Means
Committee

Prepared by
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Office of Program Research



The natural resources functional area includes funding for the following agencies:

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- **Department of Ecology**

- ▶ Environmental Protection
- ▶ Water Quality and Quantity
- ▶ Hazardous Waste Site Clean-up

- **Department of Fish and Wildlife**

- ▶ Fish, Shellfish, and Game Harvest
- ▶ Hatcheries
- ▶ Conservation and Habitat Preservation
- ▶ Fish and Wildlife Law Enforcement

- **Department of Natural Resources**

- ▶ Upland and Aquatic Lands Management
- ▶ Forest Practices Standards
- ▶ Fire Prevention and Suppression
- ▶ Recreation and Natural Areas

- **Department of Parks and Recreation**

- ▶ Parks
- ▶ Campsites
- ▶ Trails
- ▶ Boat Launches

- **Department of Agriculture**

- ▶ Commodity Inspection
- ▶ Food Safety
- ▶ Pesticide Management
- ▶ Plant Protection
- ▶ Agricultural Marketing



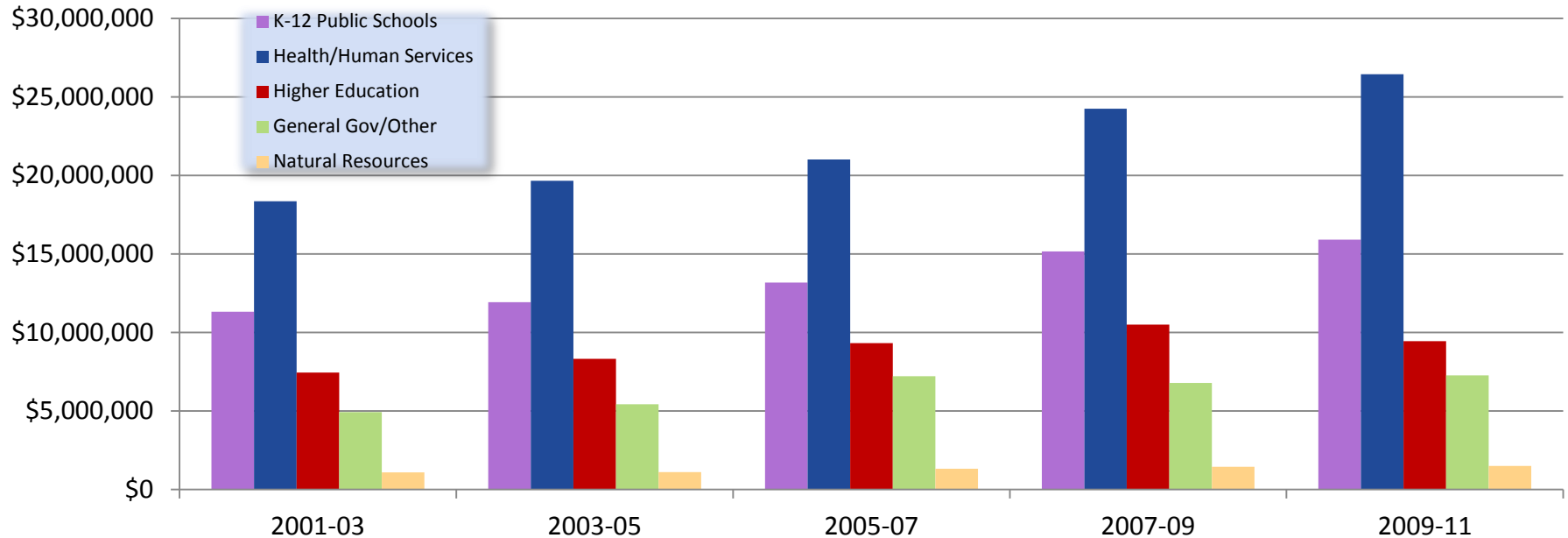
Smaller Natural Resource Agencies/Boards/Commissions

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- **Conservation Commission:** Provides support outreach to 47 Resource Conservation Districts and landowners for conservation
- **Columbia River Gorge Commission:** Sets land use policy in the Columbia River Scenic Area
- **Recreation and Conservation Office:** Coordinates opportunities and grants for outdoor recreation activities
- **Environmental and Land-Use Hearings Office:** Hears appeals of DOE, DNR, DFW and local government decisions related to environmental regulation, as well appeals of land use decisions arising from Growth Management Act implementation
- **Washington Pollution Liability Insurance Agency:** Provides secondary insurance to private insurers for underground oil and gas tanks
- **Puget Sound Partnership:** Coordinates State efforts to protect water quality of Puget Sound and Hood Canal

Total Budget Functional Area History

(Expenditures in thousands)

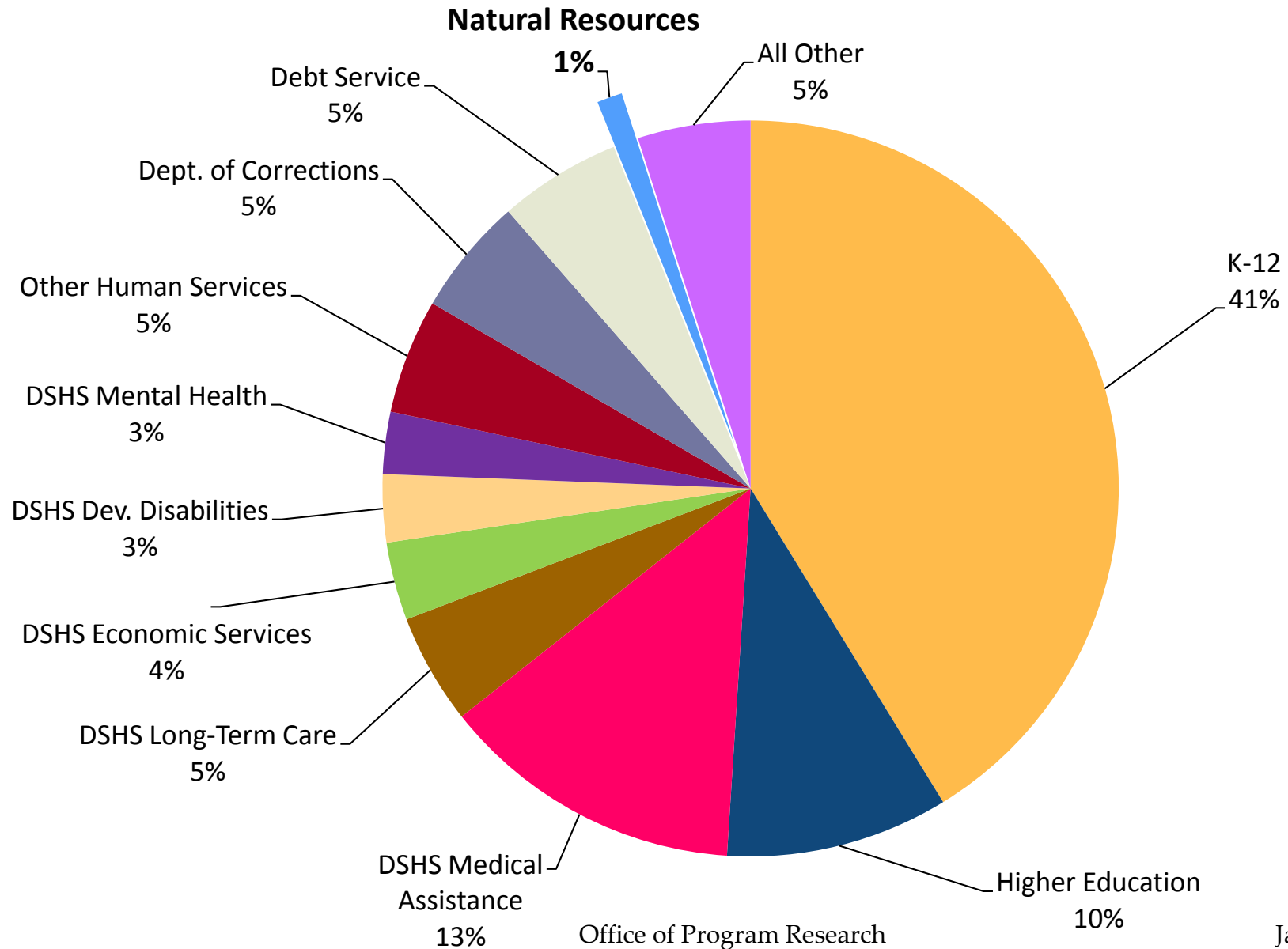


Total Budget Functional Area History (\$ in thousands)	2001-03	2003-05	2005-07	2007-09	2009-11
K-12 Public Schools	11,315,120	11,921,853	13,173,860	15,158,080	15,909,596
Health/Human Services	18,355,203	19,659,560	21,012,855	24,253,015	26,450,440
Higher Education	7,454,235	8,326,862	9,323,007	10,504,250	9,453,410
General Gov/Other	4,935,688	5,423,538	7,211,559	6,789,627	7,272,472
Natural Resources	1,092,504	1,106,533	1,318,763	1,440,917	1,494,562

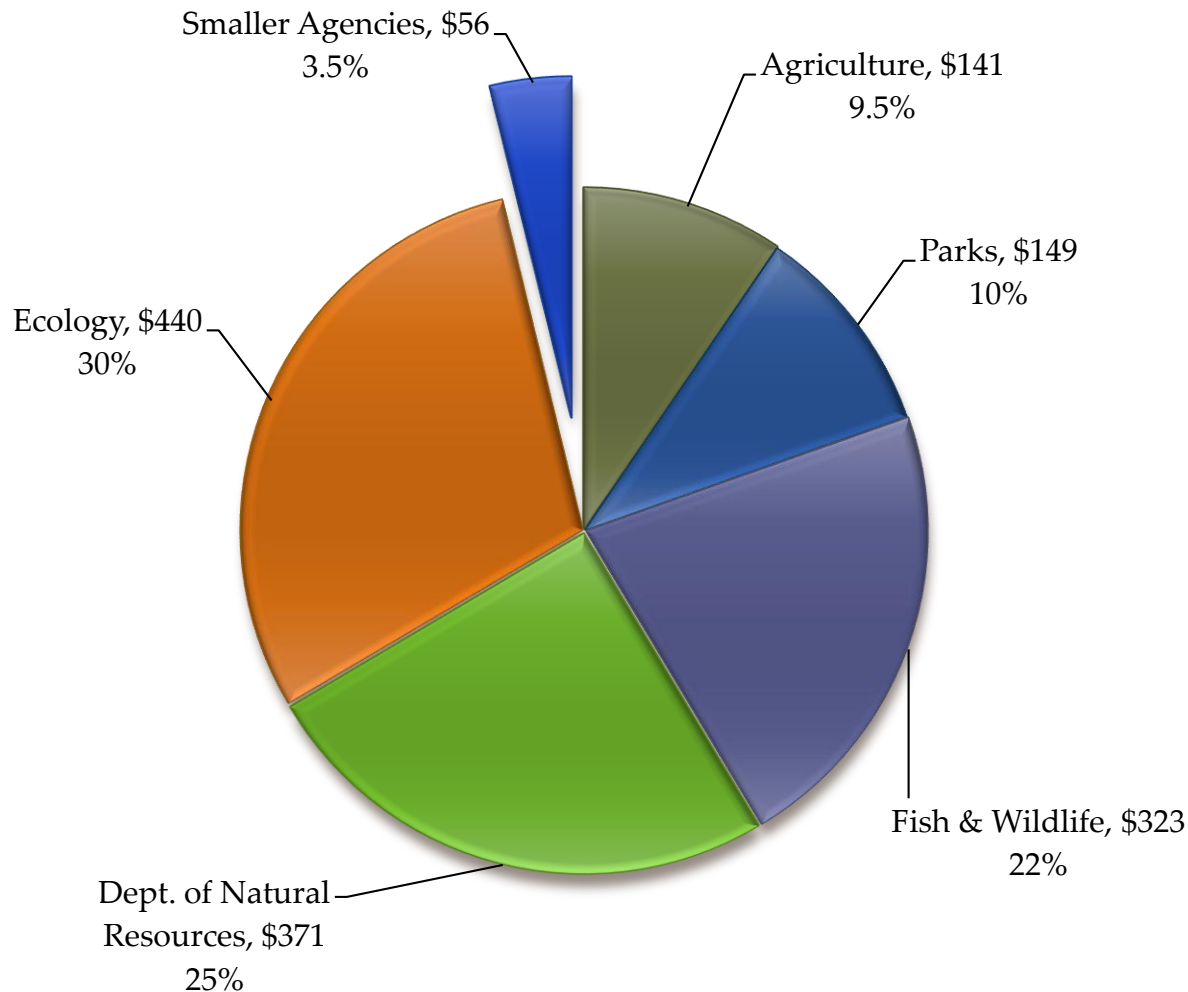
Functional Areas as Percent of Total Budget	2001-03	2003-05	2005-07	2007-09	2009-11
K-12 Public Schools	26%	26%	25%	26%	26%
Health/Human Services	43%	42%	40%	42%	44%
Higher Education	17%	18%	18%	18%	16%
General Gov/Other	11%	12%	14%	12%	12%
Natural Resources	3%	2%	3%	2%	2%

2009-11 NGF-S Operating Budget

(Near General Fund-State, Federal Stimulus, and Opp. Pathways)



\$1.48 billion is currently authorized for Natural Resource Agencies in 2009-11. (Includes HB 3225- dollars in millions)



Smaller Natural Resource Agencies:

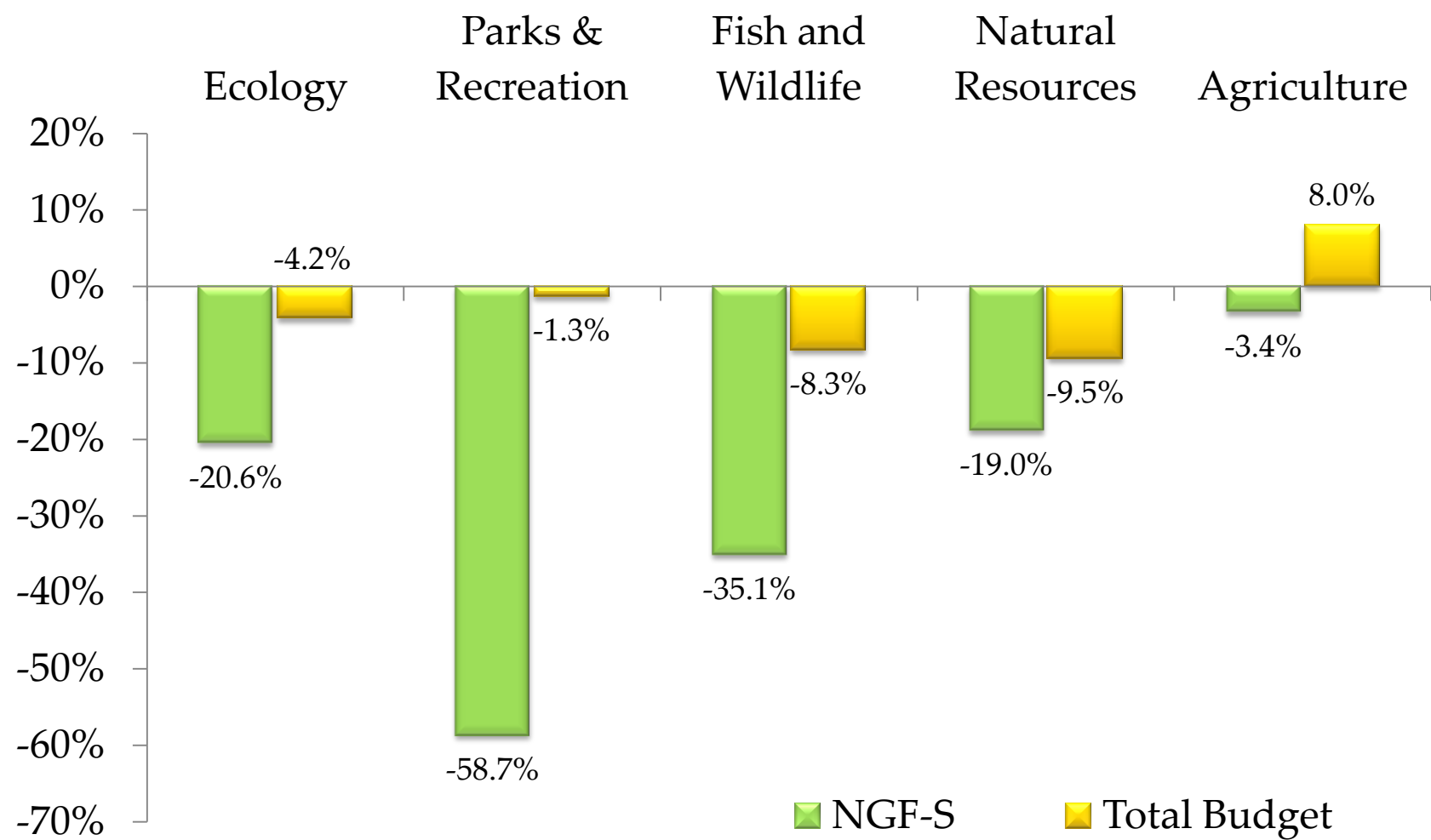
- Columbia River Gorge Commission
- Pollution Liability Insurance Agency
- Recreation and Conservation Office
- Environmental Hearings Office
- Growth Management Hearings Board
- State Conservation Commission
- Puget Sound Partnership



Natural resource agency GF-S budget reductions have been moderated by fee increases and the use of dedicated accounts.

(Data: 2009-11 ML to HB 3225)

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Major Federal Environmental Agencies and Laws:

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- Environmental Protection Agency

- U.S. Department of Fish and Wildlife

- U.S. Department of the Interior

- U.S. Department of Agriculture

- U.S. Department of Energy

- U.S. Department of Commerce

- Department of Health and Human Services

- NEPA

- Clean Air Act

- Clean Water Act

- Endangered Species Act (ESA)

- Coastal Zone Management Act (CZMA)

- Superfund (CERCLA)

- Wilderness Act



The Department of Ecology administers environmental laws covering:

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Air Quality - Measure air quality, test vehicle emissions, promote alternative and cleaner transportation options, and retrofit school buses with diesel emission controls.

Water Quality and Water Resources - Provide technical assistance to control the quality and quantity of storm water runoff, develop water quality standards, issue water resource permits, and provide grants and low-interest loans to build or repair waste water treatment facilities to protect water quality.

Hazardous, Toxic, and Nuclear Waste - Reduce the generation of hazardous waste and use of toxic substances through technical assistance, provide guidance about safe hazardous waste management, perform compliance inspections of permitted facilities, and improve community access to hazardous substance and waste information.



The Department of Ecology administers environmental regulations covering:

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Shoreline and Wetlands Protection - Technical assistance to local governments to apply requirements of the Shoreline Management Act and Growth Management Act and developing new approaches to manage and restore wetlands.

Oil and Hazardous Material Spills - Program focuses on prevention of oil spills on water and land, and planning and readiness for a response when spills occur.

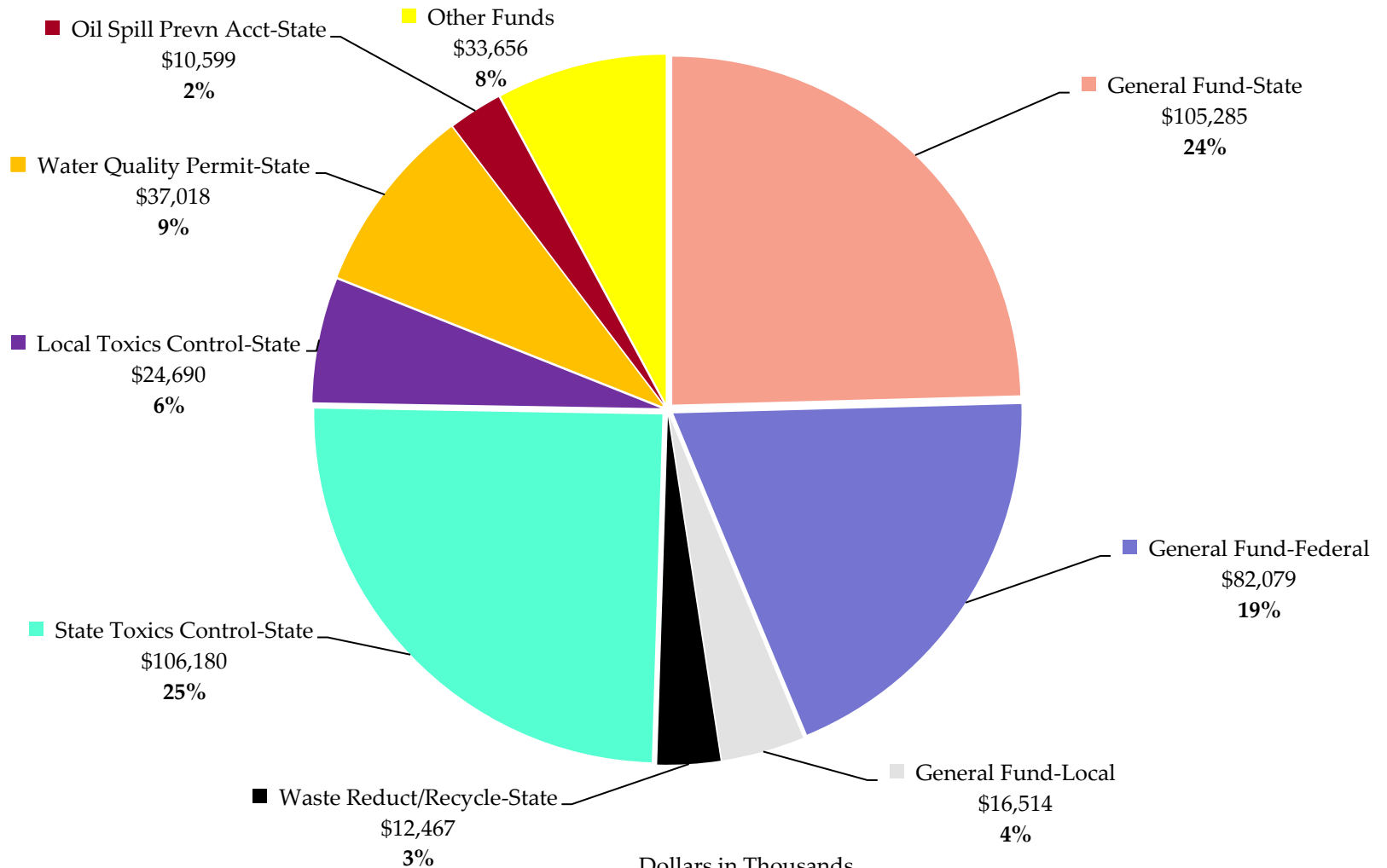
Solid Waste Management - Strategic plan to reduce solid waste generation that includes pollution prevention strategies, establishing and operating local recycling programs, and improved management of building materials.



Department of Ecology: Funding By Source 2009-11

(Total budgeted \$428.5 million: Actual data through December 2010, estimates for remainder of the biennium)

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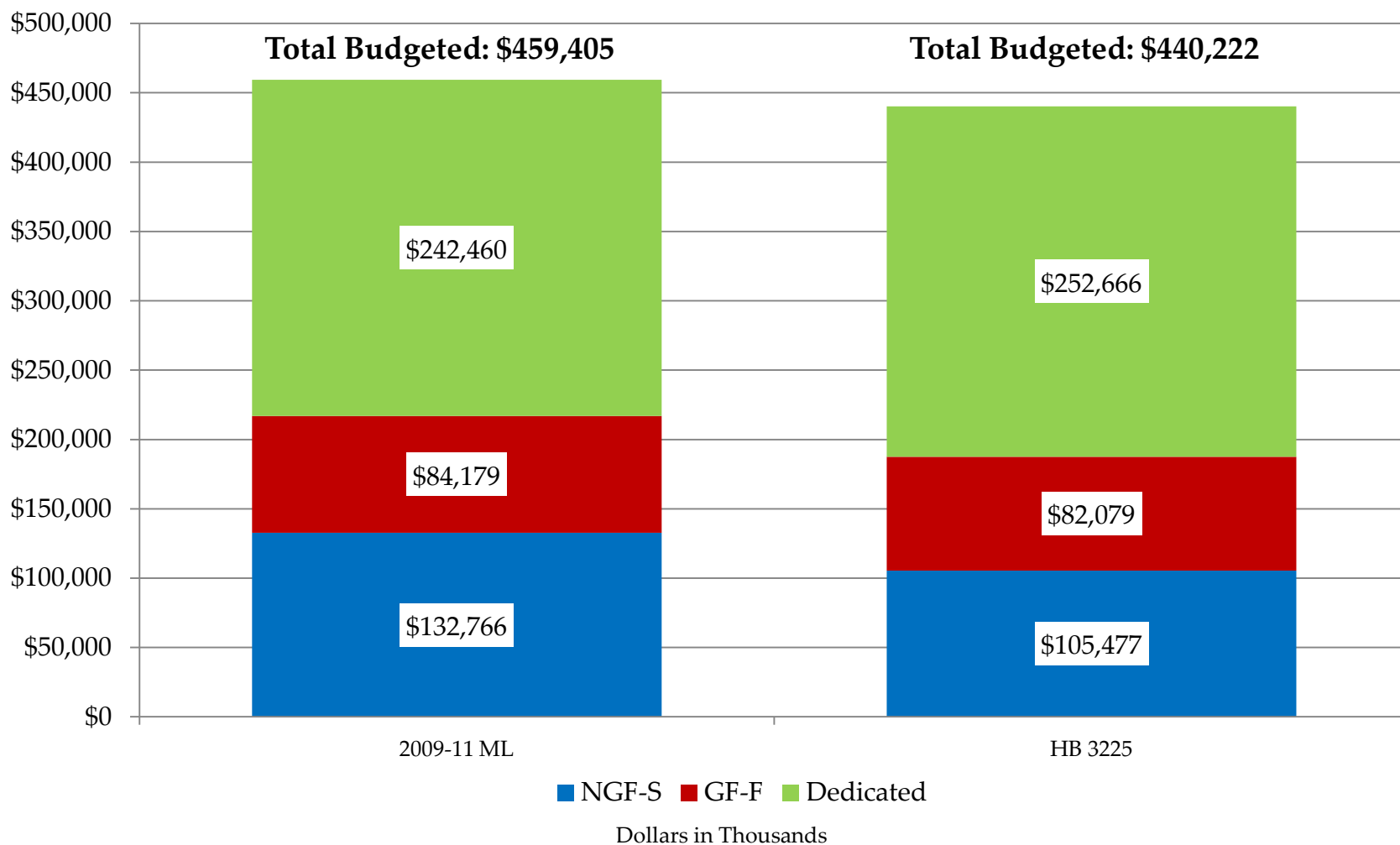




Department of Ecology: 2009-11 Funding Changes

(2009-11 ML to HB 3225)

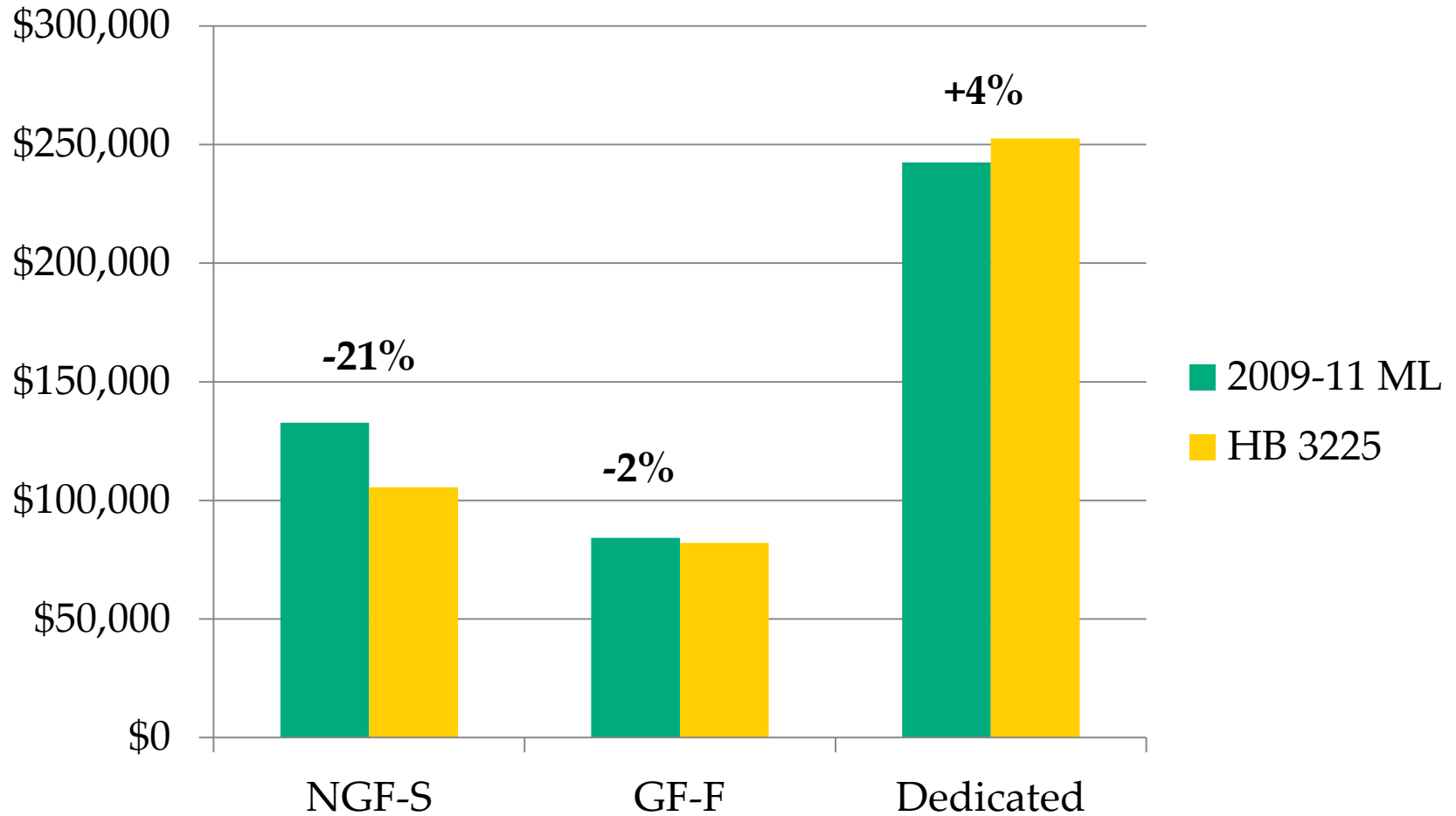
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Department of Ecology: Budget Changes as a Percentage

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Dollars in Thousands



The Parks and Recreation Commission accommodates over 50 million visitors per year through operation of the following sites:

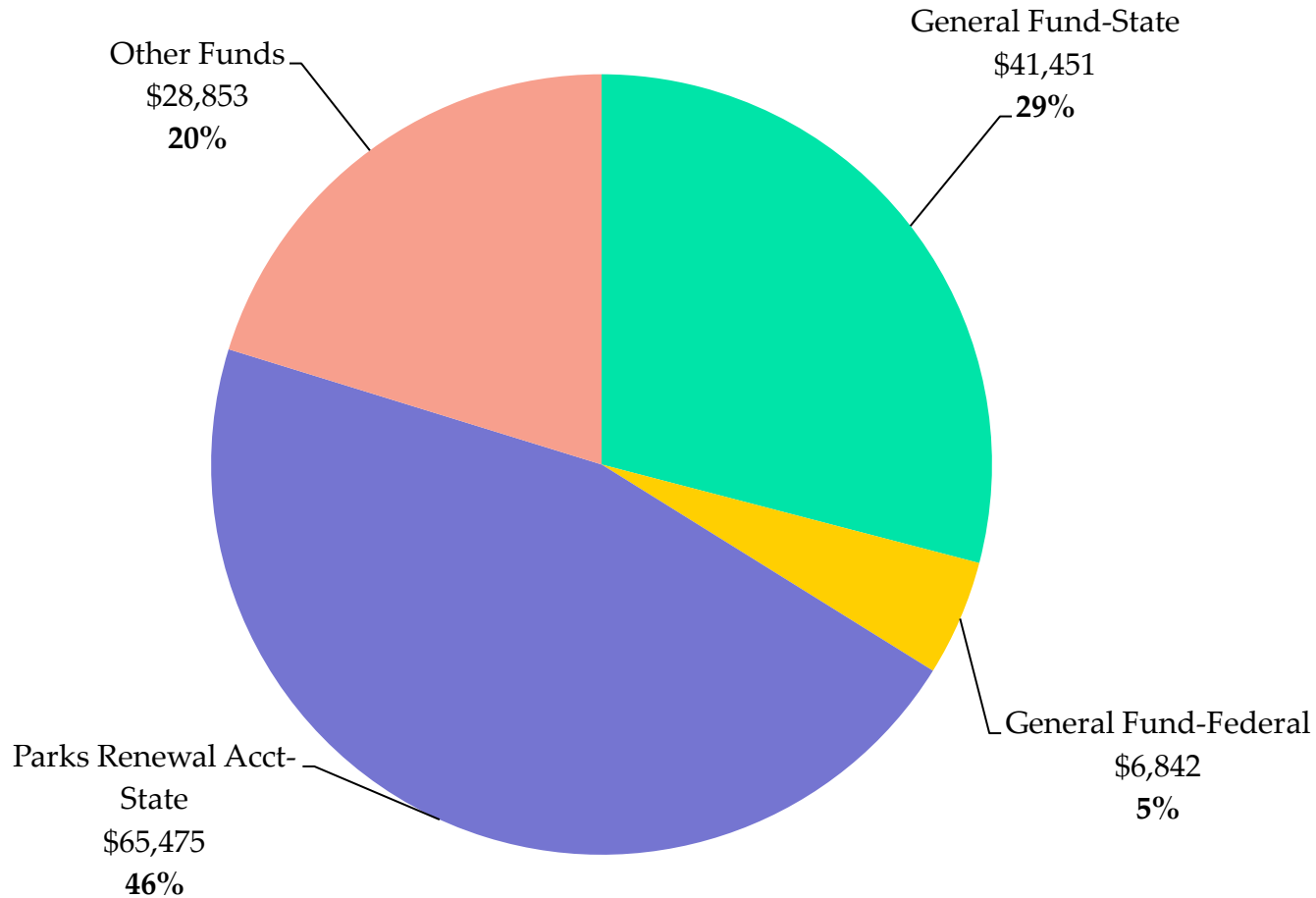
- 119 parks and approximately 7,000 campsites
- 1,400 miles of trails
- 140 boat launches
- 2,800 buildings and 730 historic structures
- 500 miles of roads and over 900 utility systems
- manages over 260,000 acres of lands.



State Parks and Recreation Commission Funding By Source: 2009-11

(Total budgeted \$142.6 million: Actual data through December 2010, estimates for remainder of the biennium)

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Dollars in Thousands



Parks Renewal and Stewardship Account (PRSA) is supported by the following sources:

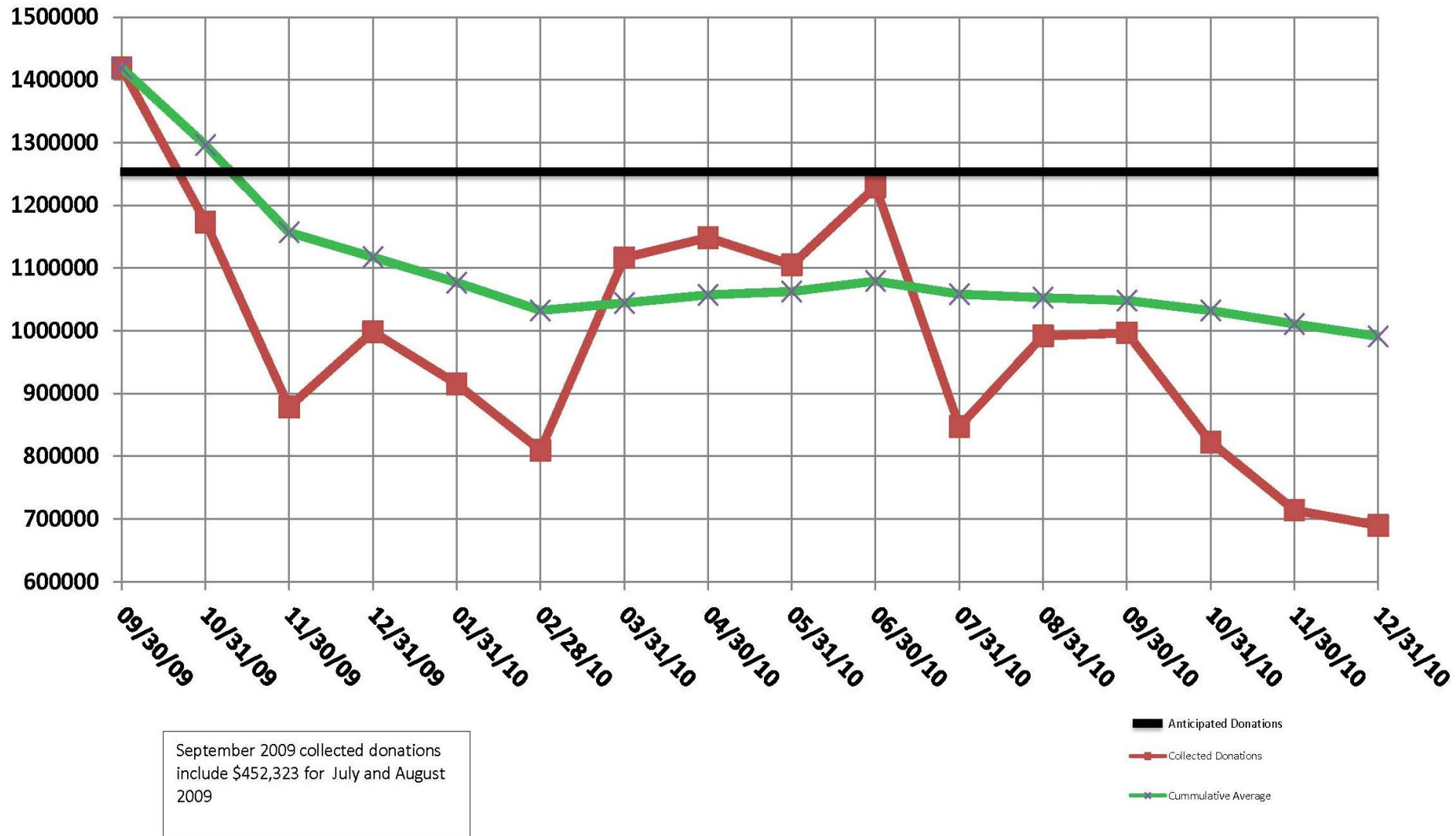
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<u>Item</u>	<u>Daily Fee</u>	<u>Revenue in 2009-11*</u>
Camp Site	\$12 - \$36	\$ 24.3
Opt-Out Vehicle Donation	\$5	\$ 21.0
Cabins & Yurts	\$45-75	\$ 2.9
Boat Launch (yr \$50-70)	\$5 - \$7	\$ 0.9
Boat Moorage	Variable	\$ 1.0
Concessions	Not applicable	\$ 0.8
Other	Not applicable	\$ 12.1 total other

Total	\$63 million
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- Actual data through December 2010 with projections for remainder of biennium.
- Camping fee reflects May 2011 rates.

Parks Opt-Out Donation Revenue to Date

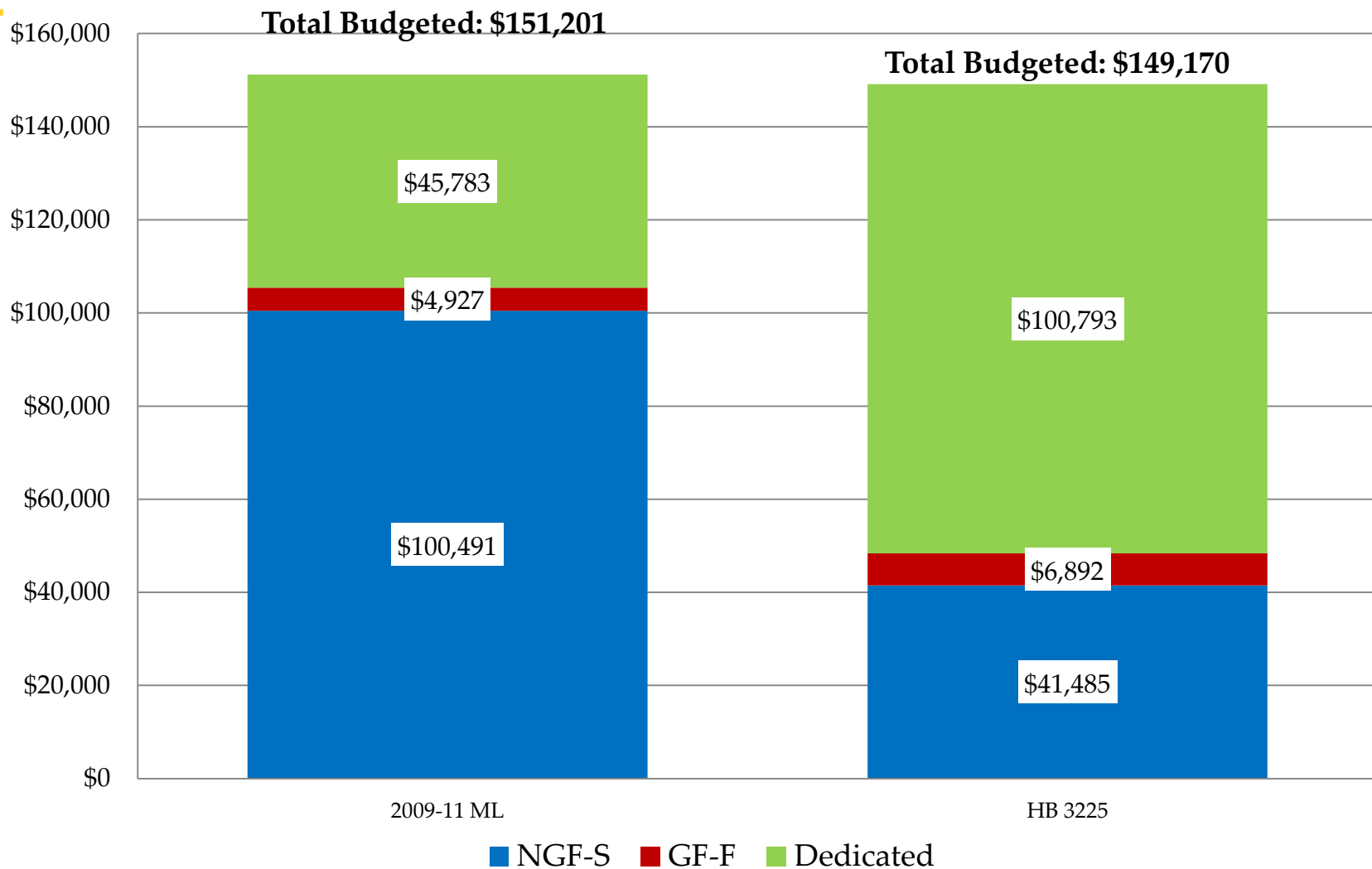




State Parks and Recreation Commission: 2009-11 Funding Changes

2009-11 ML to HB 3225

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Dollars in Thousands

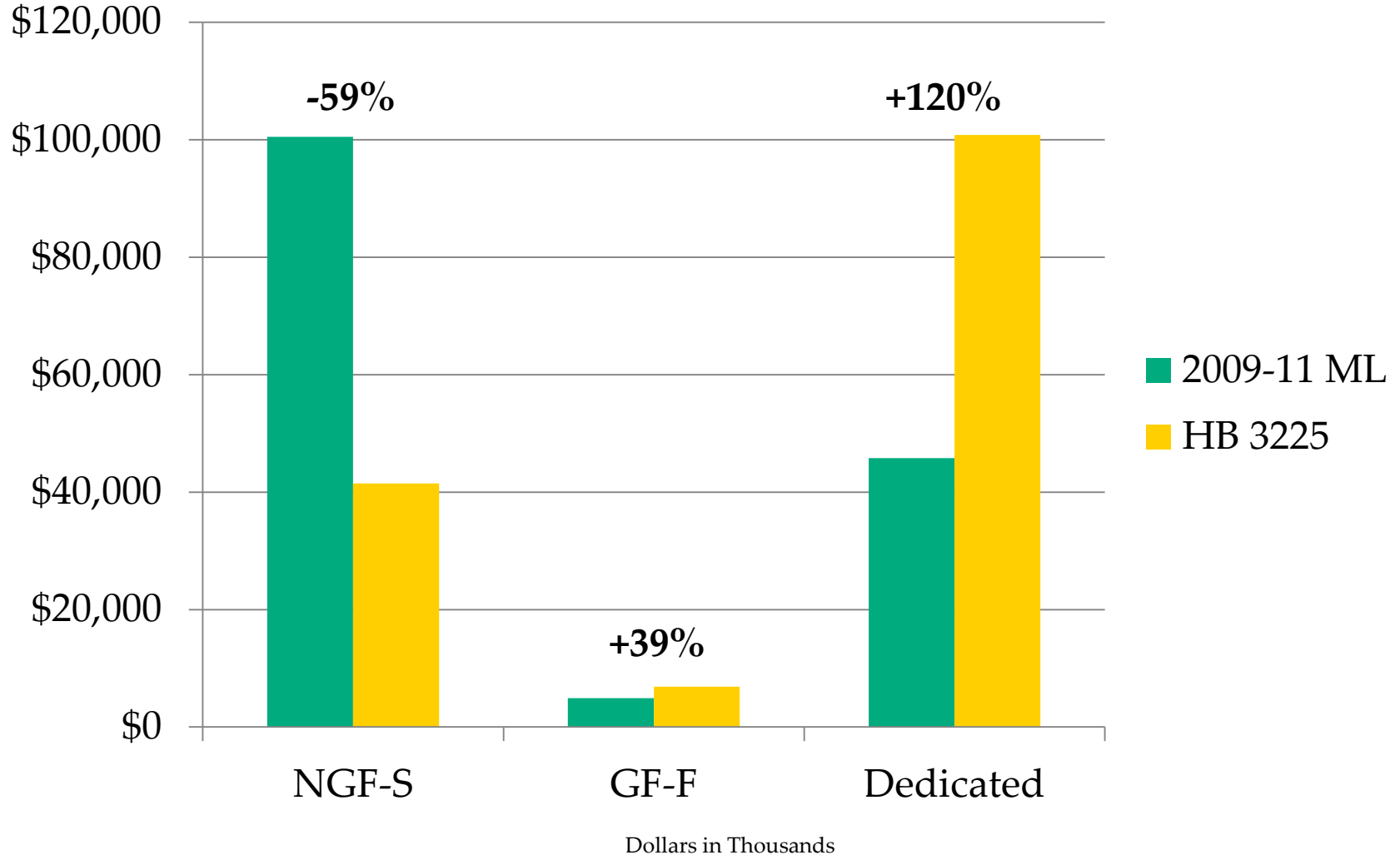
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January 27, 2011



State Parks and Recreation Commission: 2009-11 Budget Changes as a Percentage

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The Department of Fish and Wildlife is responsible for the management of the state's fish and wildlife resources, which includes:

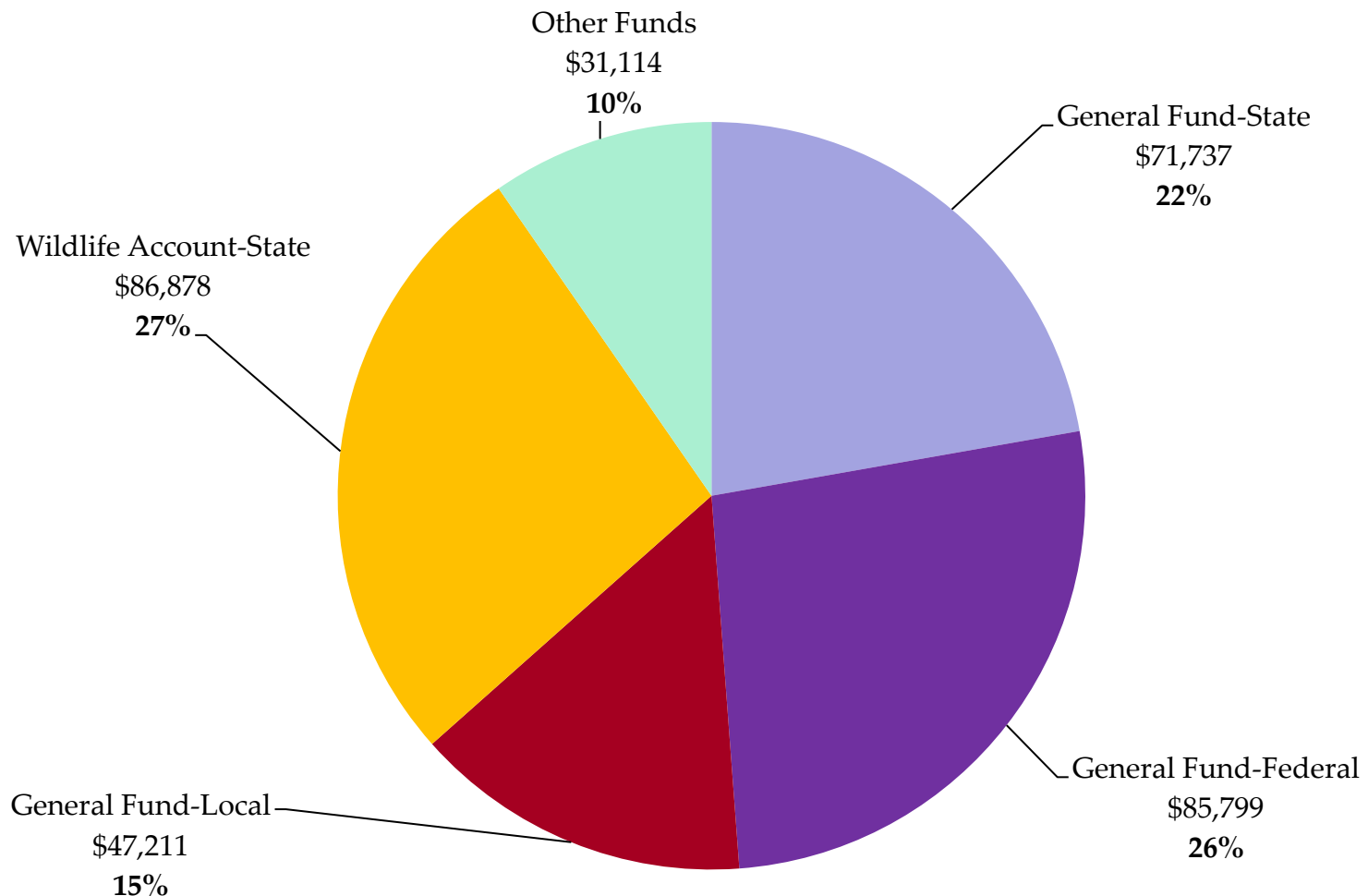
- ▶ Operation of 88 fish hatcheries
- ▶ Fishing, hunting, and shellfish licensing
- ▶ Fish and wildlife management and research
- ▶ Habitat preservation
- ▶ Fish and wildlife law enforcement
- ▶ Land management



Department of Fish and Wildlife: Funding By Source 2009-11

(Total budgeted \$322.7 million: Actual data through December 2010, estimates for remainder of the biennium)

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Dollars in Thousands

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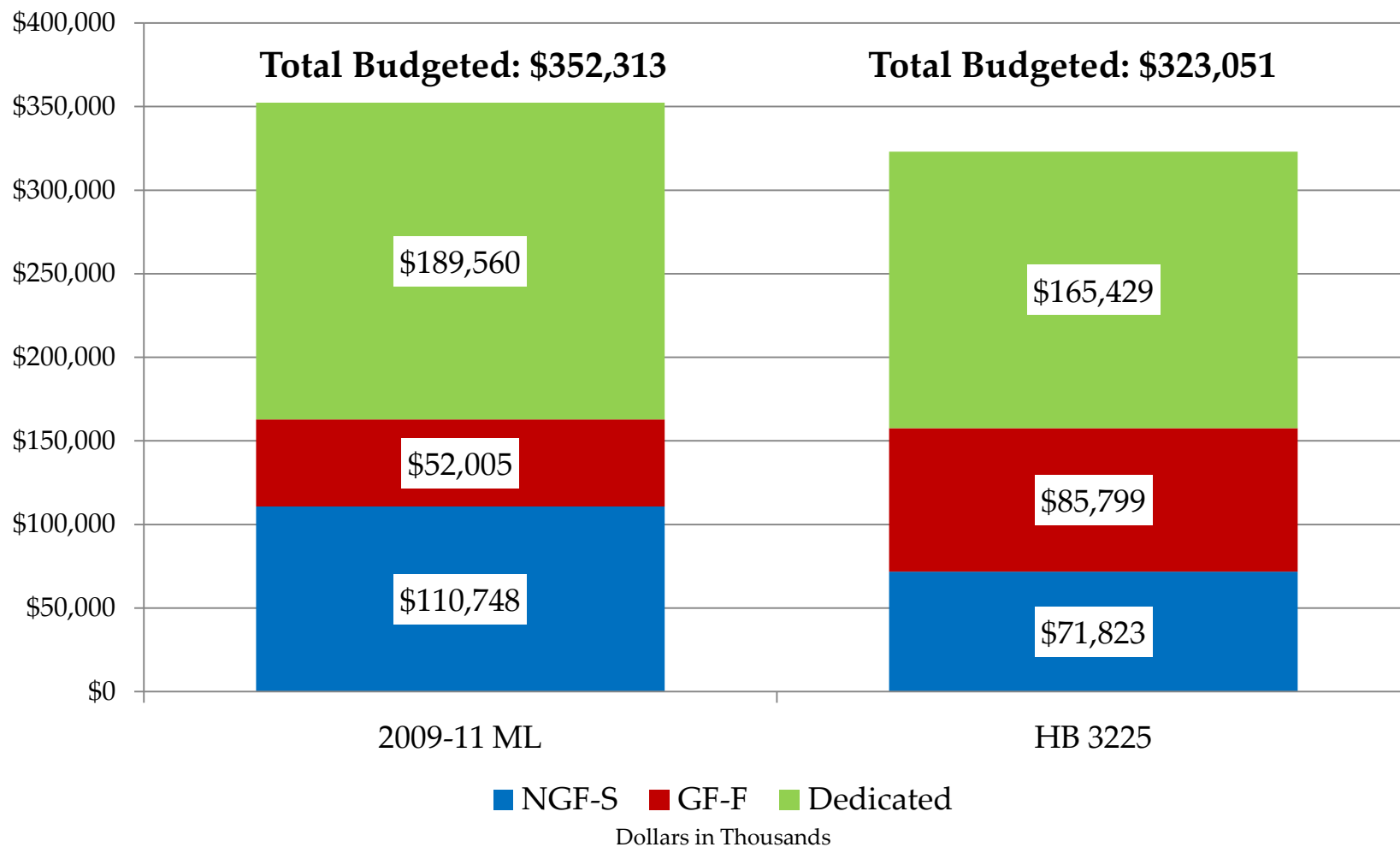
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Department of Fish and Wildlife: 2009-11 Funding Changes

2009-11 ML to HB 3225

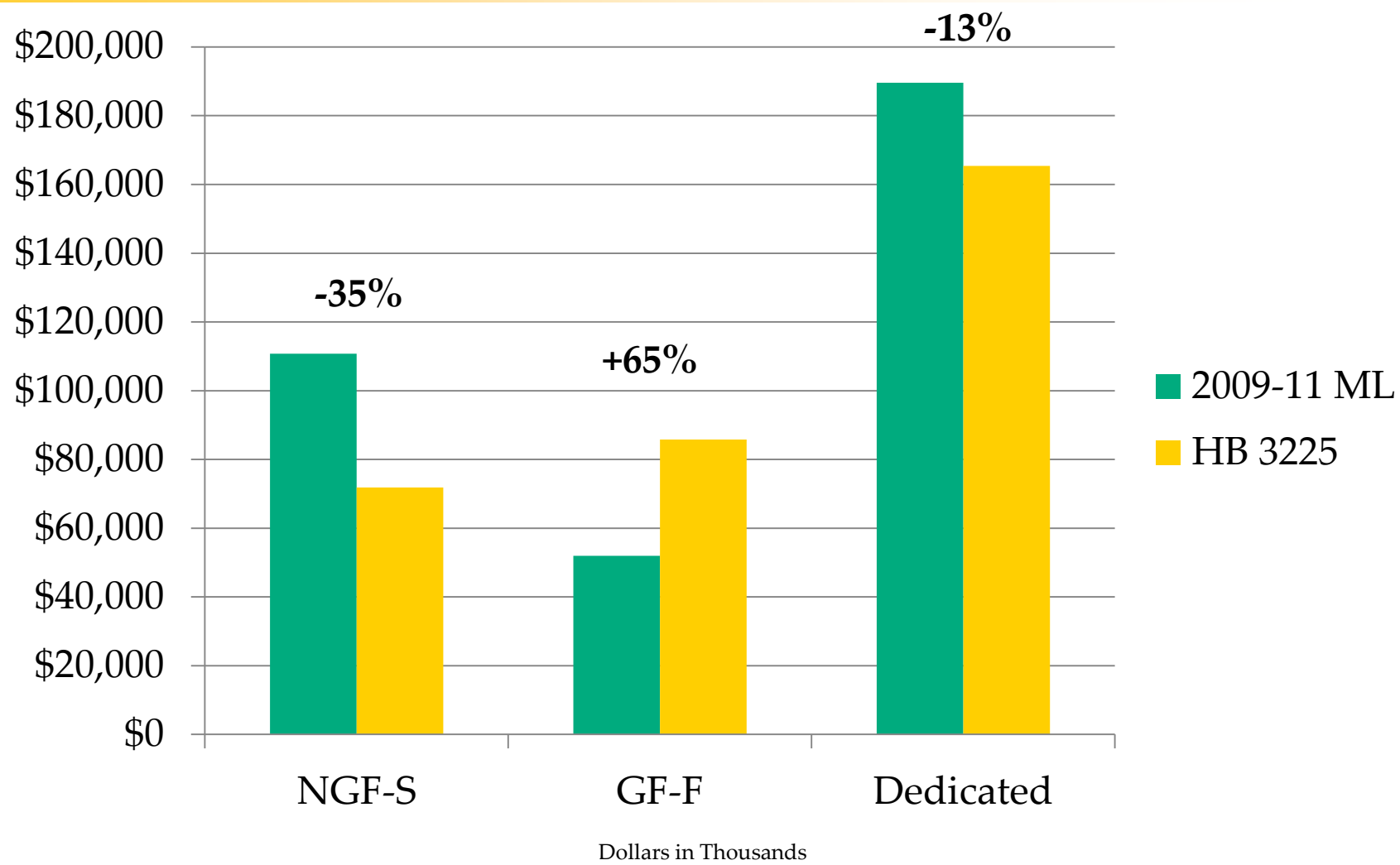
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Department of Fish and Wildlife: 2009-11 Budget Changes as a Percentage

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The Department of Natural Resources

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- Manages more than five million acres of forest, range, agriculture, and aquatic lands which helped to produce total income of \$243 million in fiscal year 2010.
- State trust lands managed by DNR help support:

	(\$ in millions)
▶ Public schools	\$48
▶ Universities and colleges and permanent funds	\$19
▶ Capitol buildings	\$9
▶ Prisons/state institutions	\$6
▶ General Fund	\$5
▶ Aquatic land enhancement	\$17
▶ <u>County Government</u>	<u>\$68</u>
Revenue to Beneficiaries	\$172
Revenue to support agency operations	
▶ Management of trust and aquatic lands	\$72

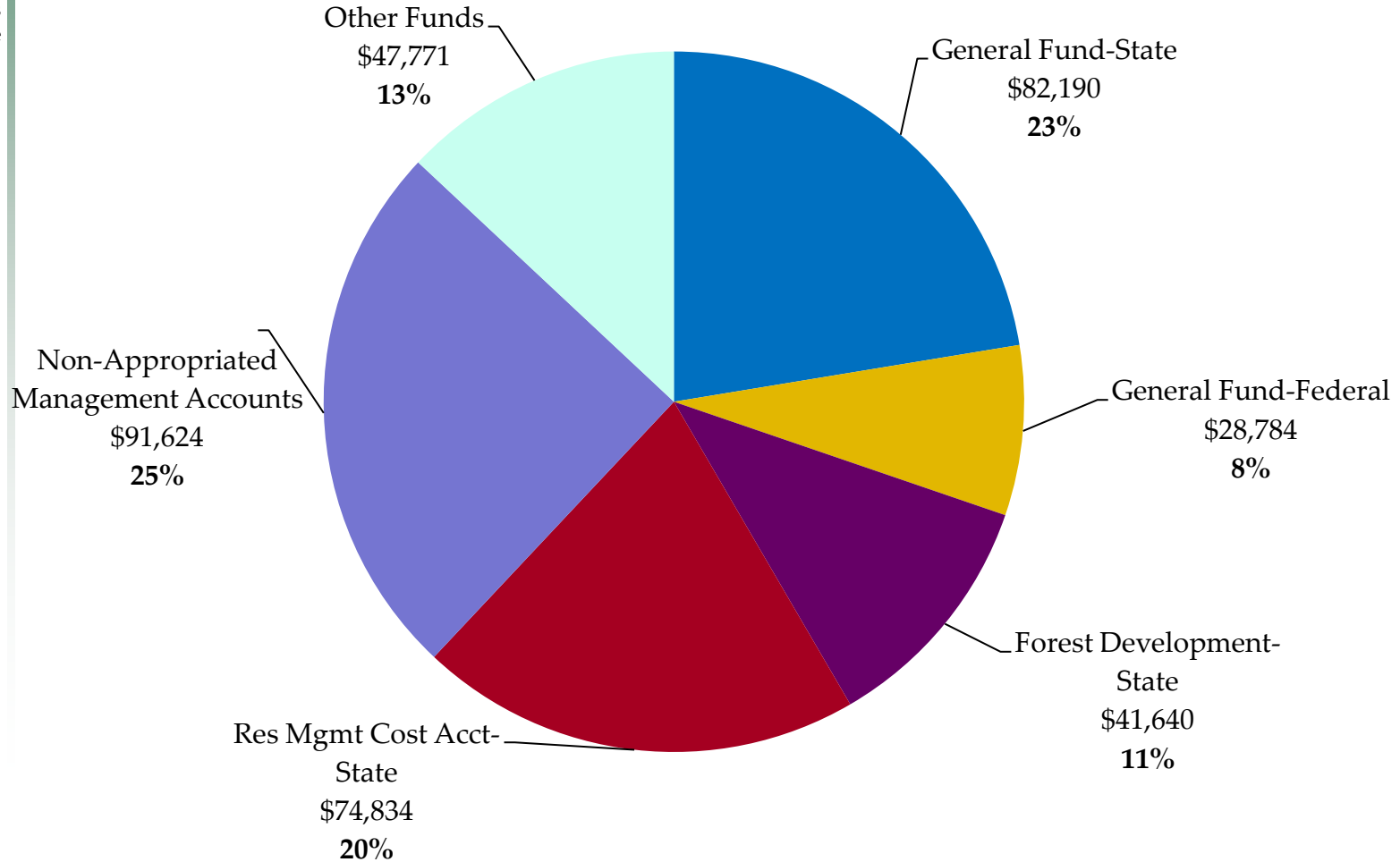
Total FY 2010 Revenue: \$244 million



Department of Natural Resources: Funding By Source 2009-11

(Total budgeted \$366.8 million: Actual data through December 2010, estimates for remainder of the biennium)

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Dollars in Thousands

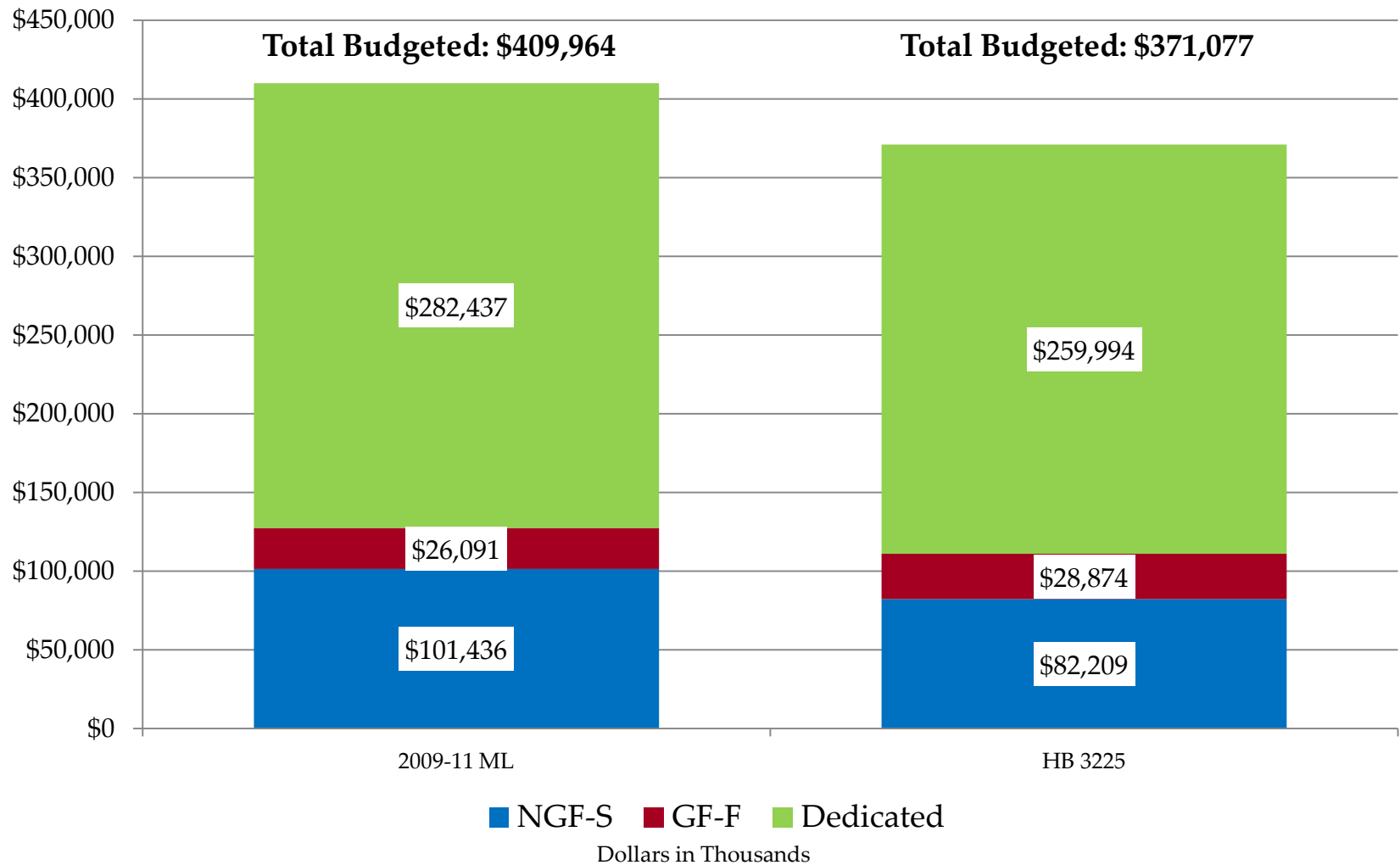
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Department of Natural Resources: 2009-11 Funding Changes (2009-11 ML to HB 3225)

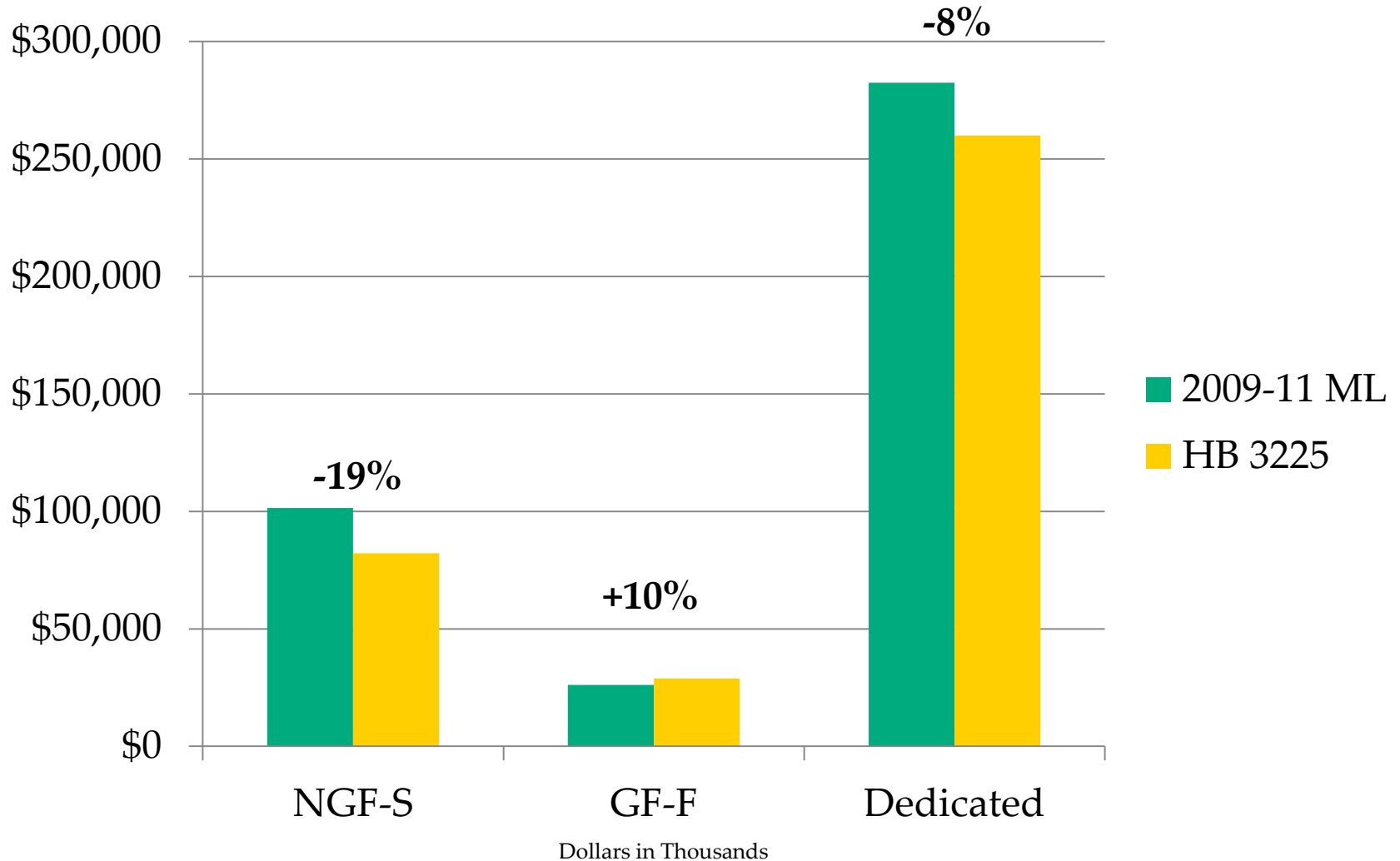
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Department of Natural Resources: 2009-11 Budget Changes as a Percentage

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The Department of Agriculture

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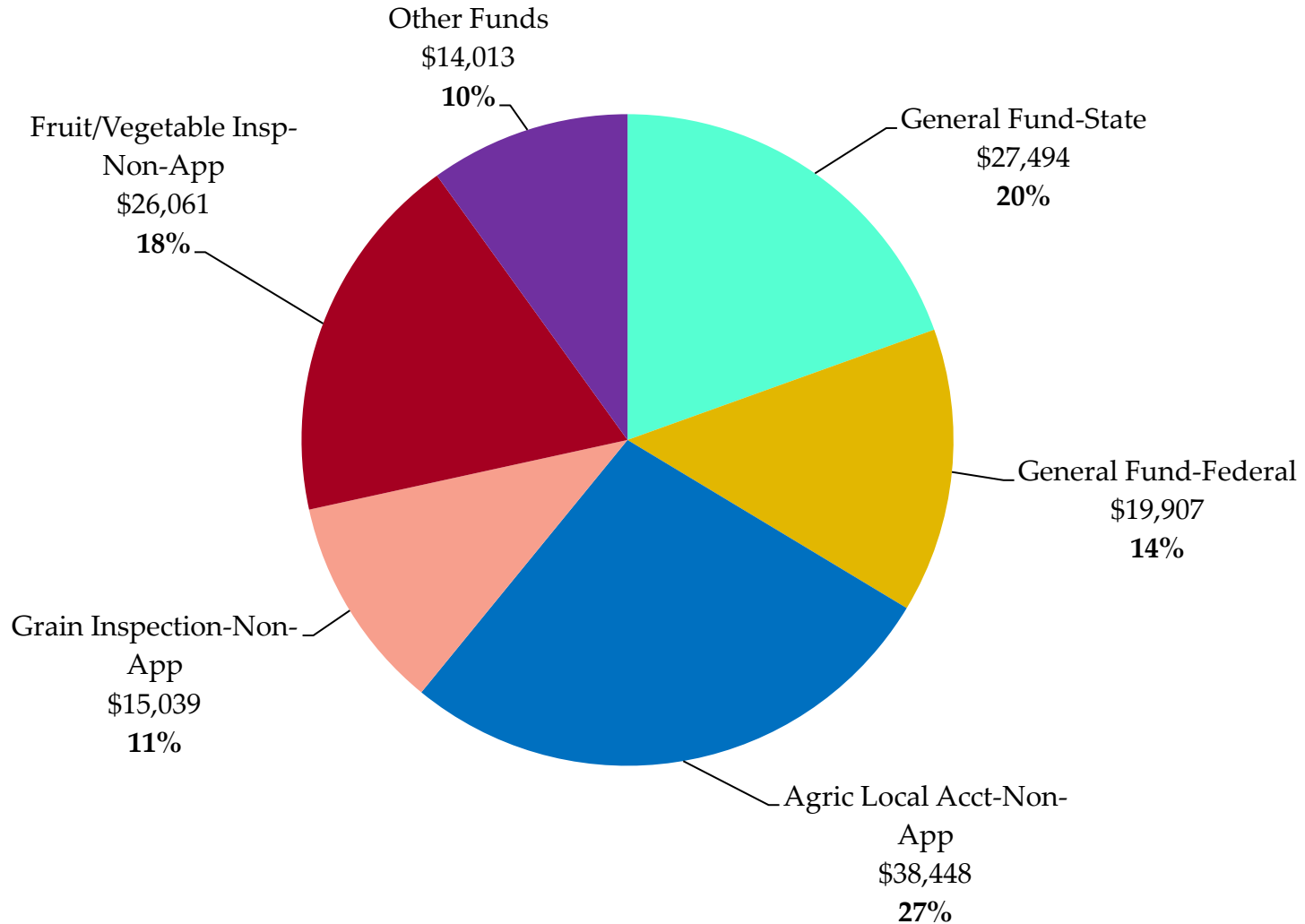
- **Commodity Inspection** - Fruit, vegetable and grain inspection to ensure the quality of the commodity and orderly commerce.
- **Food Safety** - Surveillance, regulation, and inspection of the dairy industry, the egg industry, food processing, and the storage industry to protect the public from injury and illness caused by food contaminants; monitoring of animals entering the state to protect in-state animals and people from communicable animal diseases.
- **Pesticide Management** - Monitoring the safety and application of pesticide and rodenticide products.
- **Plant Protection** - Nursery inspection to ensure healthy, pest-free and disease-free plant materials; coordination of state-wide efforts to control/eradicate pests and invasive species; and also includes the weights and measures program, which regulates the use and accuracy of all commercial weighing and measuring devices in the state, including gas pumps, grocery store scales, price scanners, etc.
- **Market Development** - Agricultural promotion and protection via funding for bioenergy coordination; financial assistance to agricultural fairs and youth shows; international marketing assistance; and marketing assistance to small farms.



Department of Agriculture: Funding By Source 2009-11

(Total budgeted \$141.0 million: Actual data through December 2010, estimates for remainder of the biennium)

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Dollars in Thousands
Office of Program Research

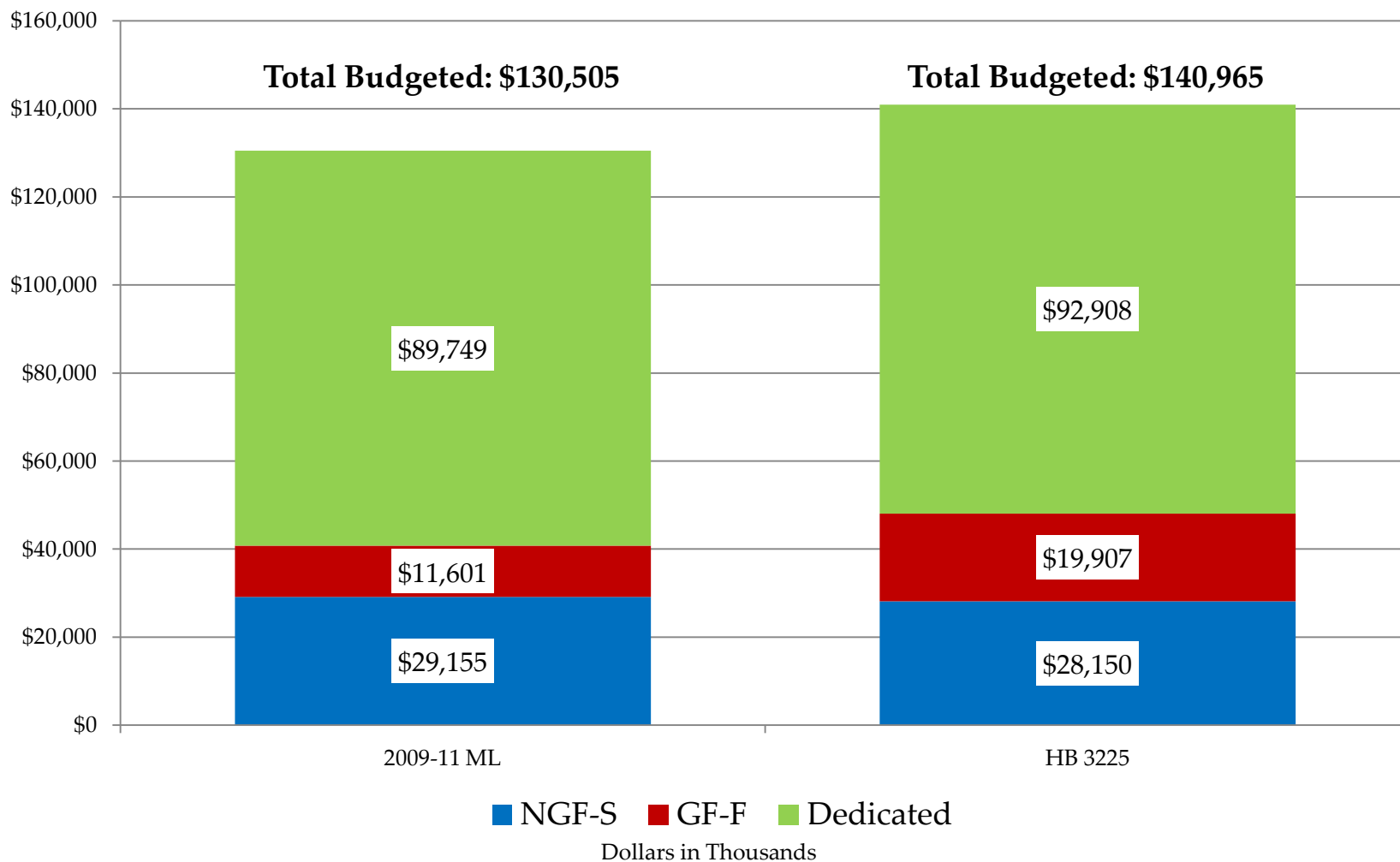
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Department of Agriculture 2009-11 Funding Changes

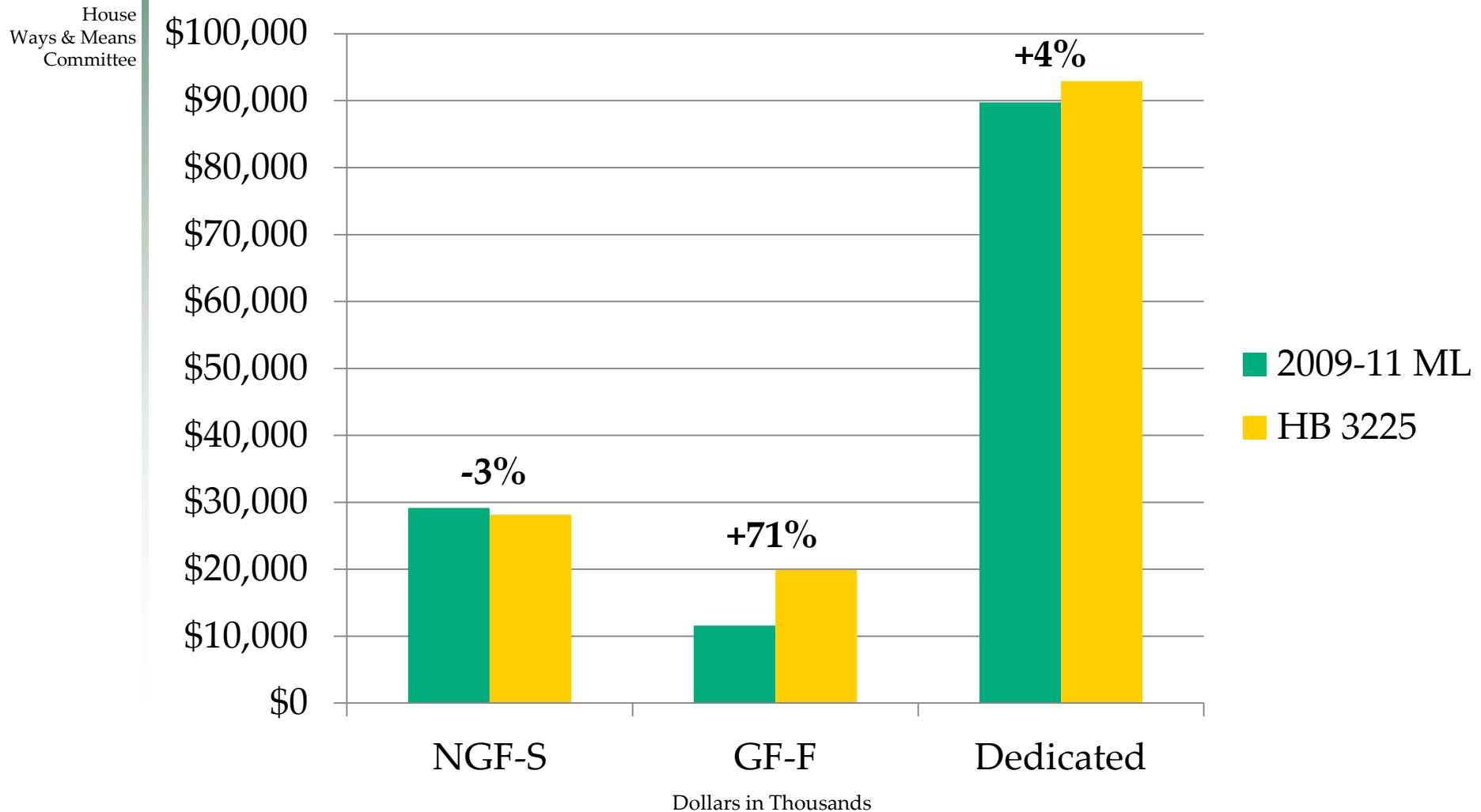
(2009-11 ML to HB 3225)

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Department of Agriculture: 2009-11 Budget Changes as a Percentage





Selected Dedicated Natural Resource Accounts Transferred to GF-S during 2009-11

(Enacted through HB 3225)

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Dedicated Account	Transfer to GF-S
Local Toxics Control Account	\$85.2 million
State Toxics Control Account	\$53.1 million
Aquatic Lands Enhancement Account	\$13.6 million
Waste Reduction, Recycling and Litter Control Account	\$6.0 million
Fair Fund (partial suspension of \$4 million statutory transfer)	\$0.9 million
TOTAL	\$158.8 million



Major Elements of The Governor's 2011-13 Budget Proposal

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- General
 - ▶ Consolidate Selected Natural Resource Agencies

- Ecology
 - ▶ Stabilize Oil Prevention Account
 - ▶ Continued Litter Pick Up Reduction
 - ▶ Continued Water Rights Processing Reduction
 - ▶ Shoreline Master Program Updates
 - ▶ Water Right Fee Legislation

- Parks
 - ▶ Make Parks Self Sustaining



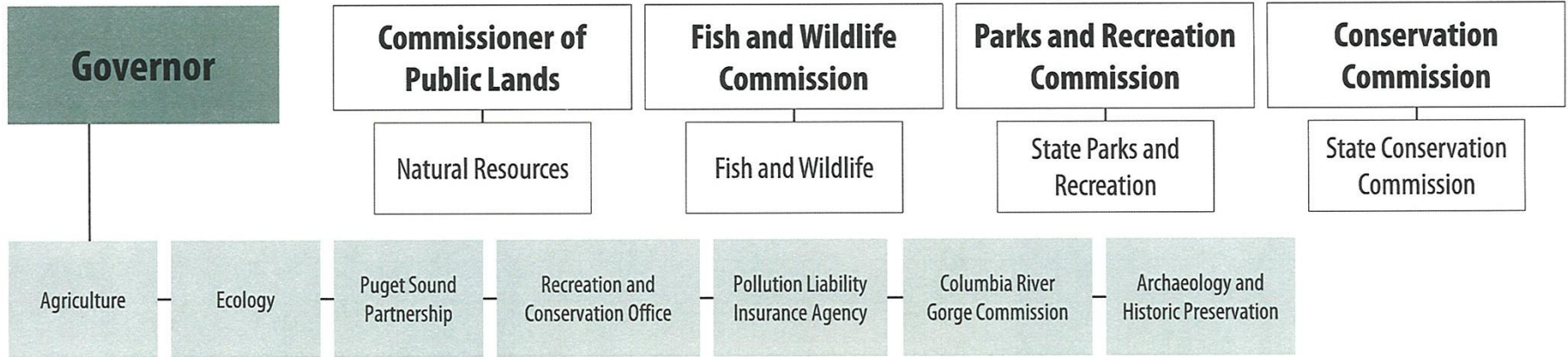
Major Elements of The Governor's 2011-13 Budget Proposal- Continued...

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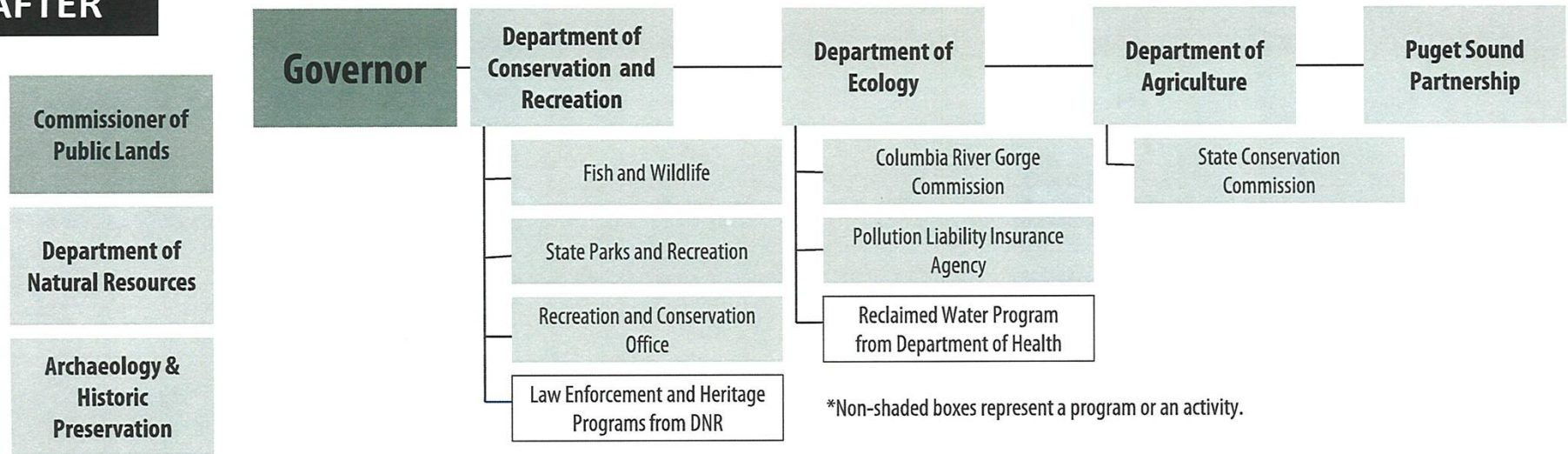
- Fish and Wildlife
 - ▶ Charge Fees for Hydraulic Permit Approvals
 - ▶ Increase Fishing and Hunting Fees
- DNR and Fish and Wildlife
 - ▶ Charge for Land Access
- Agriculture
 - ▶ Reduce Fair Funding
 - ▶ Increase Support to Food Banks

Phase II of Natural Resources Consolidation - 2011 Session

BEFORE



AFTER



Natural Resources Consolidation GF-S Savings - Fiscal Year 2013

Assume agencies are consolidated effective July 1, 2012 (start of FY 2013)

Merger Proposal Description	Source of GF-S Savings	FY 2013 FTE Reduction	FY 2013 GF-S	FY 2013 Other Accounts	Potential for greater savings in 2013-15 and future biennia?
Merges DAHP with DNR	Eliminates need for DAHP to purchase Small Agency Client Services; reduces one Geographic Information Services (GIS) cartographer, one financial manager, and one GIS data manager. Reductions will offset consolidation and other costs of \$300,000.	-1.5	-50,000	0	Yes
Merges DFW, PARKS, and RCO into a new agency named Department of Conservation and Recreation (DCR)	Reduces two Human Resource managers, two Budget Officers, one Legislative Liaison, two Policy Directors, two Communication Directors, and one Director position.	-10	-1,000,000	0	Yes
Merges SCC with AGR	Reduces one Human Resources director and one Legislative Liaison.	-2	-200,000	0	No
Merges CRGC and PLIA into ECY	N/A. No reductions in personnel. However, one-time, non-GFS cost of \$26,000 has been identified for mailing costs associated notifying approximately 50,000 participants in PLIA's Oil Heat Insurance Liability Program.	0	0	26,000	No
DNR and DFW Law Enforcement programs are consolidation into the new DCR	Shifts GF-S expenditure to dedicated management accounts.	0	-1,200,000	1,200,000	Yes
TOTALS		-13.5	-2,450,000	1,226,000	

LEGEND
AGR: Department of Agriculture
CRGC: Columbia River Gorge Commission
DAHP: Department of Archaeology and Historic Preservation
DCR: Department of Conservation and Recreation (DCR) - NEW
DFW: Department of Fish and Wildlife
DNR: Department of Natural Resources
ECY: Department of Ecology
PLIA: Pollution Liability Insurance Agency
RCO: Recreation and Conservation Office
SCC: State Conservation Commission



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End of Presentation...

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House Ways and Means

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